



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-5

Terry Hugunin, Treasurer
FDR PAC (FKA Spannaus in '96)
P.O. Box 6157
Leesburg, VA 20177

MAR 14 1997

Identification Number: C00309567

Reference: Year End Report (11/26/96-12/31/96)

Dear Treasurer:

This letter is prompted by the Commission's preliminary review of the report(s) referenced above. The review raised questions concerning certain information contained in the report(s). An itemization follows:

-Schedule D discloses that the debt(s) owed to Eastern States Distributor apparently has been settled. Please note that Commission regulations (11 CFR Part 116) control the settlement of debts between political committees and their creditors. You should be aware that only terminating committees are permitted to settle debts. However, ongoing committees may request a determination from the Commission that a debt is not payable. 11 CFR §116.2(b)

If your committee is terminating, you must complete the enclosed Debt Settlement Plan (FEC FORM 8).

If your committee is ongoing, you may submit a request to the Commission which explains the circumstances, in detail, surrounding a debt(s) which you consider as not payable.

In either case, you must continue to report the debt(s) until you have been notified of the Commission's approval of your debt settlement plan or request. 11 CFR §104.11